



General Assembly

Substitute Bill No. 620

January Session, 2013



AN ACT ESTABLISHING A PILOT PROGRAM TO AUDIT CERTAIN MUNICIPALITIES AND REQUIRING A UNIFORM SYSTEM OF ACCOUNTING FOR MUNICIPAL REVENUES AND EXPENDITURES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. (*Effective July 1, 2013*) For the fiscal year commencing July
2 1, 2013, the Auditors of Public Accounts shall conduct a pilot program
3 to audit the budget and financial condition of (1) one municipality
4 with a population equal to or less than thirty thousand, (2) one
5 municipality with a population of more than thirty thousand but less
6 than seventy-five thousand, and (3) one municipality with a
7 population equal to or more than seventy-five thousand. As part of
8 such pilot program, the auditors shall prepare a report of their review
9 and make recommendations for programmatic savings, efficiencies,
10 financial improvements and reforms for each of the selected
11 municipalities and shall submit such reports not later than February 5,
12 2014, to the joint standing committees of the General Assembly having
13 cognizance of matters relating to planning and development,
14 appropriations and finance, revenue and bonding.

15 Sec. 2. (NEW) (*Effective from passage*) Not later than January 1, 2015,
16 the Secretary of the Office of Policy and Management shall, in
17 consultation with organizations that work with municipalities,
18 develop and implement a uniform system of accounting for municipal
19 revenues and expenditures.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2013</i>	New section
Sec. 2	<i>from passage</i>	New section

PD *Joint Favorable Subst.*